

**Fitchburg Gas and Electric Light Company
Summary of USC Charges to FGE
2001**

Fitchburg Gas and Electric Light Company
D.T.E. 02-25
Exh. FGE-MHC – 5 (Electric)
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<u>USC Description</u>	<u>FGE Total</u>	<u>FGE Electric</u>	<u>FGE Gas</u>	<u>FGE Common</u>	<u>FGE Electric w/Common</u>	<u>FGE Gas w/Common</u>
Labor	\$3,535,981	\$305,593	\$219,067	\$3,011,321	\$2,196,041	\$1,339,940
Overhead	\$3,928,068	\$339,478	\$243,358	\$3,345,231	\$2,439,549	\$1,488,519
Total Labor and Overhead	\$7,464,049 ⁽³⁾	\$645,071	\$462,426	\$6,356,552	\$4,635,589	\$2,828,459 ⁽¹⁾
Less Capitalization	\$1,364,335	-	-	1,364,335	791,451	572,884 ⁽²⁾
Total Expense	<u>\$6,099,713</u>	<u>\$645,071</u>	<u>\$462,426</u>	<u>\$4,992,217</u>	<u>\$3,844,138</u>	<u>\$2,255,575</u>

(1) FGE Common charges, with the exception of items capitalized, are allocated to the Electric Division and Gas Division based on a four factor formula comprised of Total Operating Revenues, Salaries, Number of Customers and the Ratio of Electric/Gas Plant Investment. For 2001, the allocation percentages were 64.08% for Electric and 35.92% for Gas.

(2) Capitalized charges are allocated to the Electric Division and Gas Division based on construction expenditures during the year. For 2001, the allocation percentages were 58.01% for Electric and 41.99% for Gas.

(3) Total labor and overhead for FGE represents 39.97% of USC's total labor and overhead. This is calculated by dividing FGE's total labor and overhead of \$7,464,049 by USC's total labor and overhead, as shown on page 1 of this Exhibit, of \$18,673,940.